

## Message Text

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45

ACTION ARA-17

INFO OCT-01 ADP-00 OPIC-12 XMB-07 USIE-00 EB-11 COME-00

TRSE-00 IGA-02 RSR-01 CIAE-00 DODE-00 PM-09 H-02

INR-10 L-03 NSAE-00 NSC-10 PA-03 RSC-01 PRS-01 SS-15

SSO-00 CCO-00 NSCE-00 INRE-00 AID-20 CIEP-02 OMB-01

/128 W

----- 002512

O 062259 Z APR 73

FM AMEMBASSY SANTIAGO

TO SECSTATE WASHDC IMMEDIATE 3951

C O N F I D E N T I A L SANTIAGO 1486

E. O. 11652: GDS

TAGS: CI, BDIS

SUBJECT: CERRO

PASS OPIC AND EXIM

1. EMBOFF HAD LUNCH TODAY WITH CERRO ATTORNEY OGDEN AND ALSO SPOKE BRIEFLY WITH WALSH AND PUGA. CERRO GROUP CONTINUES TO MEET SPORADICALLY WITH GOC REPS LED BY ARRATE AND SOTO IN ATTEMPT TO PIN DOWN DETAILS OF COMPENSATION AND EXPANSION AGREEMENTS. OGDEN INDICATED THAT PROGRESS WAS BEING MADE SLOWLY BUT SAID HE WAS FAR FROM CERTAIN THAT NEW PROBLEMS WOULD NOT CROP UP AS CURRENT ONES RELATING TO PAYMENT SCHEDULE WERE RESOLVED. NEGOTIATORS ARE EXAMING A NUMBER OF POSSIBLE VARIATIONS ON PAYMENT SCHEDULE FOR PERIOD AFTER 1974' BUT IT APPEARS THAT REAL ESSENCE OF PAYMENT AGREEMENT, ONCE EXPANISON OF MINE IS COMPLETED, IS THAT ALL RESOURCES NECESSARY TO MAKE COMPENSATION WOULD COME FROM SALE BY CERRO OF 1/7 TH OF TOTAL ANDINA PRODUCTION.

2. SUBJECT OF " CHARACTERIZATIONS" REGARDING STATUS OF ANDINA DEBT CAME UP. OGDEN INDICATED THAT THESE PORTIONS OF DOCUMENTS HAD NOW BEEN " PARED TO THE BONE" AND THAT HE  
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AND CERRO REPS FULLY APPRECIATED NECESSITY FOR OBTAINING OPIC AND EXIM APPROVAL OF FINAL DOCUMENT. EMBOFF TOLD OGDEN THAT CERRO WOULD HAVE TO DECIDE ON PROCEDURE FOR CLEARING FINAL DOCUMENT WITH OPIC AND EXIM BUT CAUTIONED THAT AS TO " EXPROPRIATION OF DEBT" AND OTHER MATTERS, LANGUAGE OF ANY AGREEMENT ENTERED INTO PRIOR TO OBTAINING CLEARANCE FROM APPROPRIATE USG AGENCY COULD NOT CONTROL RIGHTS OF SUCH AGENCY IN TRANSACTION.

3. CERRO REPS APPARENTLY CONTINUING TO PRESS FOR COMPLETION OF FINAL DOCUMENTS AT EARLIEST DATE POSSIBLE.  
DAVIS

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\*\*\* Current Handling Restrictions \*\*\* n/a

\*\*\* Current Classification \*\*\* CONFIDENTIAL

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** n/a  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 06 APR 1973  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Authority:** golinofr  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1973SANTIA01486  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** RR  
**Errors:** n/a  
**Film Number:** n/a  
**From:** SANTIAGO  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1973/newtext/t19730434/aaaahsdk.tel  
**Line Count:** 80  
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**Office:** ACTION ARA  
**Original Classification:** CONFIDENTIAL  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
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**Page Count:** 2  
**Previous Channel Indicators:**  
**Previous Classification:** CONFIDENTIAL  
**Previous Handling Restrictions:** n/a  
**Reference:** n/a  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** golinofr  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 16 JAN 2002  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <16-Jan-2002 by martinjw>; APPROVED <22 FEB 2002 by golinofr>  
**Review Markings:**

Declassified/Released  
US Department of State  
EO Systematic Review  
30 JUN 2005

**Review Media Identifier:**  
**Review Referrals:** n/a  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** <DBA CORRECTED> gwr 971202  
**Subject:** CERRO  
**TAGS:** BDIS, CI, BDIS  
**To:** ARA  
**SECSTATE WASHDC**  
**Type:** TE  
**Markings:** Declassified/Released US Department of State EO Systematic Review 30 JUN 2005